

**MEDUSA MINING LIMITED**

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UPDATE - AIM CANCELLATION & ADMISSION TO THE OFFICIAL LIST

Further to the announcement made by Medusa Mining Limited (**ASX** and **AIM - MML**; **TSX - MLL**) ("Medusa" or the "Company") on 15 April 2010, it can confirm that the process of admission of its ordinary share capital to the Official List of the UK Listing Authority (the "Official List") and to trading on the London Stock Exchange's Main Market for listed securities (the "Main Market") is continuing and the Company is awaiting the finalisation of documentation.

Admission of the Company's ordinary shares of nil par value to the Official List and to trading on the Main Market ("Admission") is subject to the receipt of the necessary approvals from the UK Listing Authority and the London Stock Exchange. Cancellation of trading on AIM will be simultaneous with Admission.

A further announcement will be made in due course.

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ABOUT MEDUSA MINING LIMITED

Medusa Mining Limited (“Medusa” or the “Company”), a public company listed on the ASX, AIM and the TSX, is an Australian based gold producer, focussed solely on the Philippines with the following reserve and resource base:

Mine/Deposit	Probable Reserves			Indicated Resources			Inferred Resources		
	tonnes	g/t Au	ounces	tonnes	g/t Au	ounces	tonnes	g/t Au	ounces
Co-O Mine	1,041,000	14.9	500,000	1,450,000	12.3	580,000	2,290,000	9.0	660,000
Bananghilig	-	-	-	-	-	-	15,000,000	1.3	650,000
Total	1,041,000	14.9	500,000	1,450,000	12.3	580,000	17,290,000	2.3	1,310,000

Medusa’s corporate strategy is to become a mid-tier, 300,000 to 400,000 ounce per year, low-cost gold producer.

The Company has completed the expansion of its high grade Co-O Mine operations to a production level of 100,000 annualised ounces, and is currently conducting near mine exploration to assess the possibilities of further expansion to 200,000 ounces per annum. Current cash costs at the Co-O Mine are approximately US\$190 per ounce.

A pipe-line of deposits is now being established with the recent addition of the Bananghilig Deposit which is expected to expand, potentially in conjunction with other nearby discoveries.

Further potential upside exists for the discovery of copper and additional gold deposits within the tenement holding of more than 800 km².

DISCLAIMER

This announcement may contain certain forward-looking statements. The words 'anticipate', 'believe', 'expect', 'project', 'forecast', 'estimate', 'likely', 'intend', 'should', 'could', 'may', 'target', 'plan' and other similar expressions are intended to identify forward-looking statements. Indications of, and guidance on, future earnings and financial position and performance are also forward-looking statements.

Such forward-looking statements are not guarantees of future performance and involve known and unknown risks, uncertainties and other factors, many of which are beyond the control of Medusa, and its officers, employees, agents and associates, that may cause actual results to differ materially from those expressed or implied in such statements.

Actual results, performance or outcomes may differ materially from any projections and forward-looking statements and the assumptions on which those assumptions are based.

You should not place undue reliance on forward-looking statements and neither Medusa nor any of its directors, employees, servants or agents assume any obligation to update such information.